

THE WEATHER

Arizona: Tuesday partly cloudy; Wednesday unsettled, cooler west portion.

The Bisbee Daily Review

Full Leased Wire Report of The Associated Press

BISBEE, ARIZONA, TUESDAY, MARCH 9, 1920.

COPPER PRICE

Average price of copper for the week ending February 25, E. & M. Journal quotation, \$13.72.

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PRICE FIVE CENTS

RESERVATION IS NULLIFICATION, SAYS WILSON

RUSH TREATY TO VOTE IN SENATE DESPITE LETTER FROM PRESIDENT

Democrats See Hope in More Mild Tone in Latest of Treaty Notes

SENATORS DIFFER ON VOTE PROSPECT

Two of Reservations Made In November Remain Before House

WASHINGTON, March 8.—(Lim.) The senate moved swiftly today to reduce its fight over the peace treaty to basic issues.

Four more Republican reservations were readopted, two without change, while negotiations for a compromise on article ten were pressed toward a conclusion, apparently unaffected by the renewed declaration of President Wilson against any material weakening of the treaty's provisions.

The president's letter, coming when article ten negotiations were declared by one sponsor to have brought the two sides "very near together" was given differing interpretations. But Democratic senators working for a compromise continued their efforts, telling their colleagues they felt free to act since the executive did not say he would pocket the treaty if it carried compromise reservations.

In the senate today the last of the 14 Republican reservations, except those relating to article ten and the league governing power, were swept out of the way and voting on the governing power reservation began. The four related to assembly amendment, the boycott, alien property and the labor section, the latter being brought to a roll call without debate.

While the article ten negotiations reached a point, it was said, where addition or omission of only a few words stood in the way of an agreement, leaders minimized hope that a sufficient number of senators to insure ratification would be brought in to accord. It was pointed out that neither Senator Lodge nor Senator Hitchcock, Democratic leader, had openly consented to negotiations and even if a bipartisan agreement were reached it might not command two-thirds vote.

Senator Hitchcock described President Wilson's letter as "illuminat-

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HINDENBURG TO BE CANDIDATE FOR PRESIDENT

General Consents to Accept Nomination Under Fire of Socialists

BERLIN, March 7.—Announcement that Field Marshal von Hindenburg had consented to become a candidate for the German presidency was featured today in conservative and pan-German newspapers, which are unanimous in designating him as "a non-political and non-partisan" aspirant for the office, and the one man able to reunite the German people.

Vorwaerts, organ of the Majority Socialists, however, declares it "the biggest of all the stupidities committed by Hindenburg under the influence of Helfferich and Ludendorff." It predicts his elevation to the presidency would put a definite end "to the mighty movement for a revision of the treaty of Versailles, which is daily gaining momentum abroad."



Open Legal Battle On Dry Amendment

FALSE REPORTS CAUSE WILD PANIC ON STOCK EXCHANGE IN NEW YORK

GREAT BRITAIN TO BEGIN PAYMENT OF DEBT TO AMERICA

LONDON, March 8.—J. Austen Chamberlain, chancellor of the exchequer, discussing in the house of commons today the decision not to renew the Anglo-French loan in the United States, stated Great Britain in providing her half, did not intend to re-borrow outside the United Kingdom any part of the sum required so that when the loan is repaid Great Britain will have reduced her external debt by more than 50,000,000 pounds. The chancellor added:

"We shall employ for the purpose resources already available in the United States and to the extent to which they are not sufficient, we shall ship gold."

ASKS FOR NAVAL RESERVE AND BASES ON PACIFIC

Daniels Asks for Authority To Spend \$40,000,000 on West Coast

WASHINGTON, March 8.—Immediate and extensive enlargement of naval docking and basing facilities on the Pacific and legislation to provide a naval reserve force of at least 200,000 were advocated today before the house naval committee by Secretary Daniels.

The secretary asked authority to start construction of a new naval base on San Francisco bay below Mare Island and urged that \$10,000,000 be made available at once. He first estimated the cost at \$75,000,000 but later said it might be done for \$40,000,000.

Two new submarine and destroyer bases on the northwest coast, one at Port Angeles, Wash., and the other at Astoria, Ore., were urged, as well as extensive developments at Hawaii, and Guam.

Expressing the belief that in the next war as in the last, the United States would send its troops into the enemy country, Mr. Daniels said a navy and strong naval reserve were "absolutely necessary."

SEEK CASH TO HELP SOLDIERS

House Committee Discusses Means of Raising Funds For Bonuses

WASHINGTON, March 8.—How to obtain new sources of revenue to provide relief for former service men was discussed today by the house ways and means committee, with representatives of soldier organizations, but without common agreement as to the best mode of procedure.

Many suggestions have been offered in connection with the committee's consideration of more than 60 bills. The problem has been made more difficult, members said, because of the conflicting views of the various organizations. There was the promise today that harmony of action might develop.

OFFERS FINNS PEACE HELSINGFORS, March 8.—(Hav.)—Bolshevik forces have stopped their advance on the Karelia front, on condition Finland opens peace negotiations.

Supreme Court Holds Stock Dividends Exempt from Taxation

NOT INCLUDED IN TAXES ON INCOMES

Majority of Tribunal Holds Imposts on Distribution Unconstitutional

NEW YORK, March 8.—Wall street was thrown into a state of demoralization today and many hundreds of thousands of dollars were lost and won within a few minutes when news agencies which serve the district misstated the decision of the United States supreme court in the stock tax case and declared stock dividends were taxable.

The service of the Associated Press was accurate in every particular. After its report had reached the street, stocks which had broken 2 to 10 points under an avalanche of selling orders, steadied and began to climb. For the balance of the session prices continued to strengthen, final quotation for leading shares making substantial gains.

During the declines frightened traders sold almost regardless of value. The hundreds of thousands of dollars they forfeited were captured on the rebound by others who had refused to sell on the strength of the first and false reports, and who were in ignorance of what was happening. It is rumored that many corporations whose dividend policy had remained in abeyance pending the tax ruling will proceed to distribute profits gained during the last few years among stockholders.

In the case of high priced stocks this is likely to take the form of a splitting up of share with "rights" accompanying the re-capitalization.

In other instances it is probable increased or extra dividends will be declared.

TAX UNCONSTITUTIONAL WASHINGTON, March 8.—Corporation dividends distributed as stock do not constitute "income" are not subject to federal income taxes, the supreme court decided today in a five to four decision.

Provisions of the 1916 federal income tax law levying taxes on stock dividends were declared unconstitutional. The decision also nullified similar provisions of the present law and will involve great loss in revenues to the government and refunds of such taxes already collected.

Large financial interests likewise will be affected and numerous stock dividends of generous proportions are expected to be declared soon.

In the majority decision by justice Pitney, Chief Justice White and Justices McKenna, Vandenberg and McReynolds concurred. Of the four dissenting members, Justice Holmes read a brief opinion in which he was joined by Justice Day and Justice Brandeis delivered a lengthy opinion in which Justice Clarke concurred.

In holding stock distributions are not dividends, on account of no separation of corporate assets being involved, Justice Pitney for the majority declared stock shares "are nothing except paper certificates" in undistributed assets, are not realized profits and, therefore, are not taxable.

The attempt of congress to tax stock distributions, the majority decided to be unconstitutional and not permitted by the 16th, or income tax, constitutional amendment. Stock dividends, the majority held, may be taxed only after stockholders realize on them by sale, in which case the government may levy income taxes on such profits.

CLARK I. C. C. HEAD WASHINGTON, March 8.—Edgar E. Clark was elected chairman of the Interstate Commerce commission today after Commissioners Woolley and Eastman had declined the place because of opposition they had expressed to the railroad law.

BASE FIGHT ON STATES' RIGHTS IN CONTEST IN SUPREME COURT

Rhode Island Attorney Says Congress Has Overstepped Its Powers

THREE STATES TAKE UP WET ARGUMENTS

Government Attorney Makes Defense on Ground of Basic Law

WASHINGTON, March 8.—Rhode Island's attack on the prohibition amendment to the federal constitution was argued in supreme court today. The 18th amendment was assailed by the complainant as revolutionary and an invasion of state rights and defended by the government as a legitimate addition to the nation's basic law over which the court held no jurisdiction.

Thurgood attended the session. H. A. Sice, attorney general of Rhode Island, opened for the opposition and W. L. Fryerson, assistant attorney general, replied for the government. Other arguments will be heard tomorrow, as well as appeals from Kentucky and Massachusetts, involving the same question.

Mr. Rice charged there was a "constitutional revolution through amendments."

"I see more danger in the doctrine urged by the government than any doctrine urged by the demagogues during the world war," he said. "Rights assured the people under the tenth amendment were never intended to be taken away."

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SUMMON WILSON RAILROAD WAGE BOARD

Owners and Unions Receive Notice to Name Men for Tripartite Body

WASHINGTON, March 8.—The 16 railroad unions and the Association of Railway Executives were directed tonight by the Interstate Commerce commission to make nominations for labor and capital, respectively to the tripartite board created by the transportation act which will attempt settlement of disputes without strikes.

Each side will name not less than six men, to be submitted to President Wilson, who will choose the board of nine, divided equally between the public, the workers and the corporations.

The commission said the unions had been chosen to represent labor because "the overwhelming majority" more than 90 per cent of the railroad workers, were included in their membership.

Similarly, the Association of Railway Executives was asked to nominate representatives of the railroad managers and owners.

To make the nominations the un-

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The Review Has the Largest Classified Section of any newspaper in Cochise County because people find that it pays to make use of our Want Ads. Do you read our Classified Column every morning? Many people find that it is real economy to keep posted by Review Want Ads. Our office is open every night until eleven for Want Ads to appear in the following morning's issue. Phone your ad—39.

WHEELER SAYS MEXICAN REVOLT WAS STOPPED BY DEPORTATION OF I. W. W.

Former Sheriff Tells of Caches of Arms During Copper Strike

MEXICANS BELIEVED IN SAN DIEGO PLAN

Prompt Action Prevented Plotted Armed Outbreak Of Foreigners

TUCSON, March 8.—The federal commission headed by Secretary of Labor Wilson refused to hear a statement from an I. W. W. organizer named Embree who was tried and acquitted in Tucson, Capt. Harry Wheeler told the senate subcommittee investigating Mexican matters here this morning.

Capt. Wheeler said that Embree was under arrest at the time and had confessed that he was an organizer of the I. W. W. and wished to make a statement to the commission which was then investigating the Bisbee deportations. Wheeler said that he was confident that Embree would have told the investigators all he knew, in fact that he would have boasted of his part and told them that the city was well organized. The commission refused to hear Embree and returned to Washington and reported that little I. W. W. organization was found to exist in Bisbee.

Wheeler also said that he had arrested a prisoner charged with being implicated with the I. W. W. and turned him over to federal authorities and that within three days the man was again walking the streets.

Had Arms Nearby Fear of an uprising among Mexicans, under the so-called plan of San Diego, was among the factors that caused captain Wheeler to determine upon the deportation of agitators from Bisbee, he said. He said further that he had been informed that there were many former Villista soldiers among the strikers at Bisbee and he had heard reports that Villa had caused to be cached large supplies of arms in the mountains near the American border. He was satisfied, he said, that there were 1000 rifles, mostly Mausers, in one of the caches.

Most of the Mexican workers in Bisbee at the time, he said were strangers, and they were arrogant and boastful. He said he had heard one of them say to an American miner:

"Make Open Threats "We ran you out of Cananea and we will run you out of Bisbee."

Agitators, he said, had gone among the Mexicans and told them it would be to the interest of Mexico and Mexicans for Germany to win the war, and he believed, he said, it was the purpose of the strike at Bisbee to tie up the copper industry and hamper the United States war efforts.

In reply to a question, Capt. Wheeler said he believed Mexicans seriously considered the plan of San Diego to be a practicable scheme.

Is Not Indicted in Deportation Cases

(Special To The Review)

TOMBSTONE, March 8.—Testimony given today by Captain Harry C. Wheeler, former sheriff of Cochise county, before the Mexican investigation commission at Tucson was the principle topic of discussion tonight in Tombstone, where the trials of 210 Douglas and Bisbee men, charged with kidnapping for their part in the deportations, are to be held.

Wheeler left Tombstone Saturday night, but gave no indication of his probable appearance before the commission. The statements made by Wheeler at Tucson are in accord with those which he has made ever since the Bisbee deportation on July 12, 1917, for which Wheeler has repeatedly offered to be fully responsible. When prosecution of the men alleged to have taken part in the deportations was started last

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PLAN TO REMOVE NAUGHTY SMOKES FROM AMERICANS

CHICAGO, March 8.—A smokeless America by 1925 is the aim of the International Cigarette league, organized as a successor to the Anticigarette League, it was announced here today.

"Save the girl," is one slogan, and an effort will be made to enlist every girl in Chicago in the "clean life army" of the league.

"Bad habits are the beginning of criminal careers," explained Miss Lacy Page Gaston, executive superintendent of the organization, telling why the cigarette habit should be squelched.

A campaign for \$100,000 to carry on the league's work will begin soon, according to Miss Gaston.

EYE WITNESSES REFUTE TALES OF I. W. W. DEFENSE

Carrying of Rope in Parade Proves to Be Joke of Two Old Men

(Special To The Review)

COURT HOUSE, MONTESANO, Wash., March 8.—As De Maupassant demonstrated in one of his stories, a stray piece of string may alter a man's destiny. A quantity of rope was a recurrent topic this afternoon during the state's rebuttal testimony at the trial of the ten I. W. W. charged with the murder of Lieut. Warren O. Grimm, a victim of the Armistice day shooting at Centralia.

It was a question of motive. Numerous defense witnesses had testified that two men carried rope in the parade November 11. In conjunction with the events that followed the evidence had an unpleasant significance. This afternoon T. H. McCleary, 68, postmaster at Centralia, and Ben H. Rhodes, an attorney and banker of Centralia, confessed to the jury that they had carried the rope and told the jury why:

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G. O. P. PLANS CHICAGO MEET

Leaders Discuss Wet Plank In Platform and Details Of Convention

CHICAGO, March 8.—Officers of the Republican national convention, including the temporary chairman, who will sound the keynote of the 1920 campaign will be selected at a meeting of the convention committee here May 1.

The Chicago coliseum will be remodeled to seat 13,187 delegates and spectators, approximately 1100 more than at the convention four years ago. After providing for the 984 delegates, the alternates and convention attaches, the remainder of the seats will be divided among state committees according to representation on the floor.

More than half a hundred party leaders held informal conferences to discuss the campaign and possible platform planks. The liquor question, and the possibility that one or both parties might take a stand for some modification of the dry law was the most absorbing topic.

PRESIDENT SAYS ARTICLE TEN IS VERY HEART OF PEACE COVENANT

No Difference Between Mild Nullifier and Nullifier, He Declares

MORAL OBLIGATION BINDING ON U. S.

Declares Failure to Keep Spirit of League Would Be Bad Faith

WASHINGTON, March 8.—President Wilson restated for Democratic senators today his opposition to any peace treaty reservations which would weaken the full force of article ten or materially impair provisions of the league covenant.

Without saying specifically what qualification he would or would not accept, he wrote to Senator Hitchcock, administration leader, that almost all reservations he had heard suggested were "in effect virtual nullifications" of the treaty articles to which they applied.

"I hear of reservations and mild reservations," the letter added, "but I cannot understand the difference between a nullifier and a mild nullifier. Is 'Heart of Covenant'?"

Discussing article ten, the president wrote that there was "no escaping the moral obligations expressed in positive terms in this article," though there could be no objection to explaining in an interpretation the constitutional methods by which such an obligation would have to be fulfilled. The "very heart" of the covenant, he reiterated, would be imperiled by weakening article ten.

The letter, written in response to a request that he confer with Senator Simmons of North Carolina, in charge for the Democratic side of the senate in current negotiations for a compromise follows:

"My Dear Senator Hitchcock: "I understand one or two of your colleagues do me the honor of desiring to know what my views are with reference to article ten of the league of nations and the effect upon the league of the adoption of certain proposed reservations to that article. I welcome the opportunity to throw any light I can upon a subject which has become so singularly beleaguered by misapprehensions and misinterpretations of every kind.

Moral Victory Greatest "There is no escaping the moral ob-

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RAILROAD MEN REFUSE WORK IN PORTUGAL

Government and Industrial Troubles Are Quitting In Republic

MADRID, March 7.—Latest despatches from Portugal indicate that the railroad strike movement is subsiding but that the postal and telegraph employees decline to resume work because their demands have not been met. Electricians and metal workers have joined the strike in support of the government employees, causing unemployment in other trades.

Further difficulties have arisen over the cabinet situation. Alvaro Castro is endeavoring to get a combination of ministers together to take the place of the ministry formed Saturday by Antonio Silva, which has resigned.

An occasional violent incident is reported from the provincial centers, but generally the situation is quiet.

FIND STOLEN CASH HELENA, Mont., March 6.—Detectives reported tonight having found \$15,000 of \$40,000 stolen from the Union bank and trust company here in November. The money, they said, was found on a ranch near Toston, east of Helena, and the owner of the ranch was arrested.